



Orange Water and Sewer Authority

OWASA is Carrboro-Chapel Hill's not-for-profit public service agency delivering high quality water, wastewater, and reclaimed water services.

February 17, 2020

Joint Legislative Committee on Local Government
North Carolina General Assembly
Legislative Building
16 West Jones Street
Raleigh, NC 27601

Attention: Committee Co-Chairs Representative Harry Warren and Senator Tom McInnis and
Committee Assistant

Fiscal Research Division
North Carolina General Assembly
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, NC 27603-5925

Re: Financing for Orange Water and Sewer Authority's University Lake Permanganate Facility Project

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the Orange Water and Sewer Authority (OWASA) hereby notifies you of its intent to enter into a State Reserve Project Loan (the "Loan") with the Division of Water Infrastructure in the North Carolina Department of Environmental Quality subject to the approval of the Local Government Commission, in the expected amount of not to exceed \$2,170,800. The proceeds of the Loan will be used to finance the University Lake Permanganate Facility project.

OWASA's obligations with respect to the Loan will constitute Subordinated Indebtedness under OWASA's amended and restated bond order adopted by OWASA on September 13, 2001.

This project is included in our Capital Improvements Program, and the related debt service requirements have been included in our long-range financial plan.

Thank you very much.

Sincerely,

Stephen Winters, CPA
Director of Finance and Customer Service

cc: North Carolina Local Government Commission
Kim Colson, Director, Division of Water Infrastructure





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Re: Financing for Orange Water and Sewer Authority's West Cameron Avenue Water Main
Replacement Project

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the Orange Water and Sewer Authority (OWASA) hereby notifies you of its intent to enter into a State Reserve Project Loan (the "Loan") with the Division of Water Infrastructure in the North Carolina Department of Environmental Quality subject to the approval of the Local Government Commission, in the expected amount of not to exceed \$2,963,000. The proceeds of the Loan will be used to finance replacement of the West Cameron Avenue Water Main.

OWASA's obligations with respect to the Loan will constitute Subordinated Indebtedness under OWASA's amended and restated bond order adopted by OWASA on September 13, 2001.

This project is included in our Capital Improvements Program, and the related debt service requirements have been included in our long-range financial plan.

Thank you very much.

Sincerely,

Stephen Winters, CPA
Director of Finance and Customer Service

cc: North Carolina Local Government Commission
Kim Colson, Director, Division of Water Infrastructure